

FISCAL NOTE

HB 660 - SB 1345

February 18, 2005

SUMMARY OF BILL: Permits mortgage lending institution that has more than 100 employees to register each mortgage loan officer who provides services as a mortgage loan originator. Requires that the lending institution: (1) certify that all new employees have a minimum of four weeks of training; (2) pay a fee of \$10,000 per year; and (3) provide a surety bond of \$100,000 under the Residential Lending, Brokerage and Servicing Act.

ESTIMATED FISCAL IMPACT:

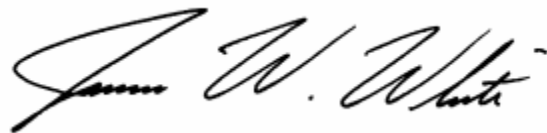
Decrease State Revenues - \$244,100

Assumptions:

- Seven registered mortgage companies that employ more than 100 employees as mortgage loan originators.
- 3,141 mortgage loan originators at these seven companies. Currently, fees in the amount of \$314,000 are generated from these originators (3,141 X \$100 registration fee = \$314,000). Bill provides that the seven registered mortgage companies would instead pay a flat fee of \$10,000 each for a total of \$70,000.
- Revenue under current law is estimated to be \$314,000. Under this bill, the flat fee would generate \$70,000, for a net reduction of \$244,100.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director